



ENTERED

TAWANA C. MARSHALL, CLERK
THE DATE OF ENTRY IS
ON THE COURT'S DOCKET

The following constitutes the order of the Court.

Signed July 13, 2005


United States Bankruptcy Judge

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION

IN RE: §
§
VARTEC TELECOM, INC., § CASE NO. 04-81694-SAF-11
§
D E B T O R (S) . §

O R D E R

Based on the status conference held on July 7, 2005, on the debtors' first amended motion to determine the Verizon entities' ability to effectuate setoff (doc. no. 1440),

IT IS ORDERED that the first amended motion to determine the Verizon entities' ability to effectuate setoff (doc. no. 1440) shall be converted to an adversary proceeding. The Clerk of Court shall open an adversary proceeding file and assign an adversary proceeding number, and the adversary proceeding will be styled VarTec Telecom, Inc., et al., v. Verizon Communications, Inc. The file shall include the first amended motion to determine the Verizon entities' ability to effectuate setoff

(doc. no. 1440), and the response of the operating telephone company subsidiaries of Verizon Communications, Inc., to debtors' first amended motion to determine the Verizon Entities' ability to effectuate setoff (doc. no. 1464).

IT IS FURTHER ORDERED that counsel for VarTec Telecom, Inc., in consultation with counsel for Verizon, shall submit a proposed scheduling order consistent with the court's schedule announced from the bench on July 7, 2005. Trial docket call is set for **November 14, 2005, at 1:30 p.m.**

###END OF ORDER###